GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:3835
ANSWERED ON:19.12.2006
DISCRIMINATION AGAINST CHINESE FIRMS
Fernandes Shri George

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a)Whether Chinese firms face discrimination in India ;

(b) If so, whether China has raised this issue with the Government; and

(c) If so, the steps taken on this issue by the Government ?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (SHRI ASHWANI KUMAR)

(a)to(c) : No Sir. Foreign Direct Investment (FDI) policy is incorporated in the Foreign Exchange Management (Transfer or Issue of Security by a Person Resident Outside India) Regulations, 2000 under the Foreign Exchange Management Act. These Regulations indicate, inter-alia, the countries from where investment is not permitted. There is no restriction in these regulations on investments from China. Recently, the Government of India has entered into a Bilateral Investment Promotion Agreement (BIPA) with China which provides for national treatment for investments from both countries.